

# Tideflats and Industrial Land Use Amendments

City of Tacoma | Planning and Development Services

City Council Study Session

October 12, 2021

1

## COMMENTS - DISCUSSION ITEMS

- 1. Standards for Cleaner Fuel facilities
- 2. Clean fuel definition
- 3. Comparison to Planning Commission and Whatcom County
- 4. Applicability to PSE LNG Facility
- 5. Environmental review process
- 6. Schedule and process for adoption

2

## **CLEANER FUEL INFRASTRUCTURE**

#### **Expansion of an Existing Facility**

- May expand petroleum storage (including gaseous hydrocarbons) up to 15% to produce cleaner fuels
- Expansion is cumulative, i.e. will not exceed 15% over time
- National Defense not subject to 15% limit

#### **New Cleaner Fuel Infrastructure**

- Prohibits petroleum storage, production, transshipment (13.06.080.G.6), including natural gas and LNG
- Ethanol: Allows ethanol production for an ethanol fuel blend, but not refining or storage of petroleum

3

3

## **CLEAN FUEL DEFINITION**



|                   | IPS            | Planning<br>Commission | Whatcom                         |
|-------------------|----------------|------------------------|---------------------------------|
| Carbon free fuels | Yes            | Yes                    | Yes                             |
| Credit generating | Yes            | Yes                    |                                 |
| EPA RFS Pathways  | Yes            | Yes                    |                                 |
| Renewable Diesel  | Yes            |                        | Yes                             |
| Ethanol Blends    | Yes, all types |                        | E85                             |
| Natural gas       | Yes            |                        |                                 |
| Propane           | Yes            |                        |                                 |
| Green Hydrogen    | Yes            | Yes                    | Yes                             |
| GHG reduction     |                | Yes, 50% required      | Yes, allows fuels achieving 50% |

4

#### CODE COMPARISON



|                                  | IPS Committee  | Planning<br>Commission   | Whatcom<br>County   |
|----------------------------------|--|--|---|
| New Petroleum<br>Fuel Facility   | Prohibited   | Prohibited   | Prohibited  |
| Expansion of existing facilities | Yes;<br>For cleaner fuel;<br>15% cap on new<br>petroleum;<br>Enhanced SEPA | Yes;<br>For renewable fuel;<br>No cap on overall<br>production;<br>Conditional Use | Yes;<br>For traditional fossil<br>fuels or renewables;<br>No cumulative cap;<br>Conditional Use |
| New Facilities                   | Cleaner Fuel only;<br>Enhanced SEPA  | Renewable fuel only;<br>Conditional use  | Prohibited  |

5

5

### PSE LNG FACILITY



#### Environmental Impact Statement (EIS) and Permits:

- EIS and PSCAA SEIS considered a 5 million gallon storage tank + 500,000 gallon daily production
- 5 million gallon storage tank and LNG train for 250,000 gallon daily production are currently completed. PSE executed and fully funded a Mitigation Agreement for full 500,000 gallon daily production

#### • IPS Recommendation:

 Acknowledges that the 500,000 gallons per day as evaluated in the EIS and SEIS and as fully mitigated in the Mitigation Agreement may be completed.

6

## **ENHANCED SEPA PROCESS**



|                          | Baseline SEPA        | Proposed SEPA  | Conditional Use       |
|--------------------------|----------------------|--|-----------------------|
| Notification List        | Limited distribution | Standard list +<br>taxpayers and<br>occupants within<br>2500' of the<br>center | Same as proposed SEPA |
| Public Meeting           | None                 | Required –<br>during comment<br>period   | Same as proposed SEPA |
| Public Comment<br>Period | Minimum 14<br>days   | 30 days  | Same as proposed SEPA |

7

### **ENVIRONMENTAL REVIEW**



- Non-Project Action: Determination of Nonsignificance
  - Revised to consider modifications from IPS Committee
- Baseline = Pre-interim Ordinance:
  - Pre-interim ordinance allows unlimited expansion of existing uses and new uses
  - Interim ordinance allows unlimited expansion of existing uses
  - Analysis considered Planning Commission proposal and IPS proposal compared to Baseline.
- Conclusion: Both IPS and Planning Commission proposals would significantly reduce potential petroleum expansion and thereby reduce risk of significant detrimental impacts
- Project Review: Project level impacts for permitted expansion would be considered at time of proposal

## SCHEDULE



| Date          | Topic   |
|---------------|---|
| October 12    | Study Session – Debrief Public Hearing and Discuss Potential Amendments   |
| October 15    | Publish Draft Ordinance and Exhibits  |
|               | Tribe Consultation  |
| November 2    | City Council – Date to determine if moving forward with Non-interim or Interim Ordinance  |
| November 9    | City Council – First Reading of Ordinance   |
| November 16   | City Council – Final Reading of Ordinance *Note: Adoption after this date would require an emergency action to prevent a lapse in regulations |
| Post-adoption | Department of Ecology – State Approval Process for Shoreline Amendments   |
| December 2    | Interim Regulations Expire  *Note: A Six-month extension would apply through June 2, 2022   |

9



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